

## **Top Story 1**

### **Indian Market Shows Strength; Foreign Investments to Return Gradually**

The Indian market continues to exhibit resilience, with valuations considered premium but justified by strong economic fundamentals. Experts believe that while the market may appear pricey, it is not overvalued, given the steady growth across key sectors. Investors are displaying confidence by focusing on high-value assets, signaling long-term stability. Foreign institutional investors are expected to return in phases as market conditions become more favorable. With increasing participation in higher-ticket investments, the outlook remains optimistic. The market's strong corporate earnings, robust domestic consumption, and expanding infrastructure contribute to its attractiveness. This positive momentum reflects India's position as a key global investment destination. As financial strategies evolve, the gradual return of foreign investments will further strengthen growth prospects. Investors remain optimistic about sustained progress in the coming months.

## **Top Story 2**

### **Union Budget 2025-26: Boosting Growth, Manufacturing, and Consumption**

The Union Budget 2025-26 introduces key reforms aimed at accelerating economic growth, strengthening manufacturing, and boosting consumption. With a focus on strategic investments, the budget promotes infrastructure development, ease of doing business, and financial inclusion. Manufacturing receives a significant push with incentives for domestic production, fostering job creation and industrial expansion. Measures to enhance consumer demand, such as tax reliefs and support for key industries, are expected to drive spending and economic activity. The budget also emphasizes digital transformation, sustainability, and export growth, positioning India as a global economic leader. With policies designed to encourage long-term investments, business confidence remains high. These initiatives are set to strengthen the country's economic foundation, ensuring sustainable and inclusive growth.

## **Digitalization**

### **UPI Investment Limit Set to Increase, Enhancing Market Participation**

In a move aimed at strengthening market access and investment ease, the daily transaction limit for capital market investments through UPI is proposed to rise from ₹2 lakh to ₹5 lakh. This development is expected to provide greater flexibility for investors, making high-value transactions more seamless and efficient. The proposal, part of an ongoing consultation process, aligns with the vision of improving digital payment infrastructure while ensuring security and convenience. As digital transactions continue to grow, this step will further enhance participation in capital markets, promoting financial inclusion and investment confidence. Periodic evaluations will ensure that the increased limit remains beneficial and aligned with market needs. The initiative reflects a commitment to fostering a robust and investor-friendly financial ecosystem.

## **Market**

### **Sensex and Nifty Recover as Market Confidence Strengthens**

Indian equity markets rebounded strongly after a brief decline, reflecting resilience and investor confidence. The Sensex and Nifty saw a sharp recovery as global trade concerns eased, bringing renewed optimism to the markets. The positive momentum was driven by strong domestic fundamentals, steady corporate earnings, and continued investor interest in key sectors. Market participants welcomed the improving global sentiment, which contributed to a stable and growth-oriented outlook. Experts believe that India's economic strength and ongoing policy reforms will continue to support market stability. With increasing investments and steady performance across industries, the outlook remains positive. Investors remain optimistic about long-term growth, reinforcing India's position as a key player in the global financial landscape.

## **Banking**

### **RBI's Bond Holdings Strategy to Strengthen Market Stability**

In a move aimed at maintaining financial stability, bond holdings will now be treated at par with the market, ensuring a transparent and efficient debt management framework. This approach is expected to enhance liquidity while aligning with evolving market dynamics. By maintaining its current stance without swapping for longer-term debt, the strategy supports market confidence and ensures consistency in financial operations. The decision reflects a commitment to sound monetary policies that promote economic resilience. Market participants view this as a step toward strengthening India's financial ecosystem, reinforcing trust in long-term fiscal planning. With steady economic growth and proactive financial management, this move is expected to contribute to a stable and robust bond market, benefiting investors and institutions alike.

## **Tax**

### **Budget 2025: New Tax Reforms Encourage Simplified Compliance**

The latest budget introduces significant tax reforms, making the new tax regime more attractive for taxpayers. With a focus on simplification and ease of compliance, the revised structure offers lower tax rates and reduced complexities, encouraging a shift from the old system. Enhanced exemptions and deductions under the new framework provide greater flexibility, making financial planning more efficient. The move aligns with efforts to modernize the tax system while ensuring broader participation. Experts believe that the transition to the new regime will support long-term economic growth by increasing disposable income and boosting consumer spending. As tax policies continue to evolve, the new structure is set to enhance transparency and efficiency, benefiting both individuals and businesses.

Currency	Rate (Rs)	Change	Index	Change	
USDINR	87.02	0.62	NIFTY 50	23,489.80	128.75
EURINR	89.674	0.28	BSE Sensex	77,663.32	476.58
GBPINR	107.947	0.24			
JPYINR	0.5605	0.0014			